Scott. II.21. [redacted]

DEVELOPMENT (194 3) Departme[redacted]

Ms. SERIES.

G.O. No. 569 Dev., 561

14.4.43

Dated 14TH APRIL 1943.

[Despatch Abstract.]

Industries - Sericulture - Mulberry Silk Filatures acquired by Government - Renamed - Registration of Telegraphic Address "Mood" - Sanctioned.

Scott. II-27—50,006—23-11-42.

DEVELOPMENT **(194 3) Department.**

Ms. **SERIES.**

G.O. No. 569 Dev., 569

10.4.43

Dated 14TH APRIL 1943.

[Despatch Abstract.]

Industries - Sericulture - Mulberry Silk Filatures acquired by Government - Returned - Registration of Telegraphic Address "Mood" - Sanctioned.

GOVERNMENT OF MADRAS

Industries - Sericulture - "Kollegal Silk Filatures" acquired by Government - Renamed - Registration of telegraphic address "HOOD" - Sanctioned.

DEVELOPMENT DEPARTMENT

G.O. No. Ms. 569 Dated 14.4.1943

Read the following:-

From the Director of Industries and Commerce, No.972-D/43 dated 2.4.1943.

ORDER:

The Government direct that the Silk Filature Factory at Kollegal which is run with the moveable and immoveable properties acquired in their proceedings No. 448 Development (Confidential) dated 30.3.1943 be known hereafter as "The Kollegal Silk Filatures".

2. Sanction is accorded to the registration of "HOOD" as the abbreviated telegraphic address of the "Kollegal Silk Filatures". The Director of Industries and Commerce is permitted to debit the expenditure on this account to "43-a-Industries - Industries - P. Kollegal Silk Filatures".

(BY ORDER OF HIS EXCELLENCY THE GOVERNOR)

T. Sivasankar
Additional Secretary to Government.

To the Director of Industries and Commerce
To the Accountant-General through the Finance Department.

PT.O

To all Heads of departments including
Collectors and District Magistrates.
To the Controller of Supplies, Madras.
To the Secretary to the Government of India, Department of
Supply, New Delhi.
Copy to the Public Works Department.

Forwarded/By Order

15.4-43

SUPERINTENDENT.

Tps/15.4.43.

C.F. 32.

Industries & Commerce Department

From (Name) A. Khaleeli Esq., I.C.S.,

Designation Director of Industries and Commerce,

Station Madras.

6659

Received Registered

To

The Additional Secretary to Government, Development Department, Madras.

Enclosures:

No. 972-D/43 dated 2nd April 1943.

Sir,

Subject:- Kollegal Silk Filatures Ltd., Kollegal.

M | It has been reported to me that all letters addressed to the Kollegal Silk Filatures Ltd., are, under instructions from the Managing Director of the Filatures, redirected to him at Bangalore. Need has, therefore, arisen to give a new name to the Kollegal Silk Filatures Ltd., now acquired by Government. The filatures under construction financed by His Majesty's Government have been registered in the Kollegal Post Office as Government Silk Filatures Factory with "GOSFIL" as the telegraphic address. I suggest that the Kollegal Silk Filatures Ltd., be now renamed "The Madras Government Silk Filatures" with a suitable abbreviated telegraphic address.

p 3 of (C)

B

The expenditure on registering the abbreviated address is debitable to 43 a Industries - Industries P. Kollegal Silk Filatures Ltd.

Director of Industries & Commerce.

D.O.No.972-D/43.

6686

Department of Industries
and Commerce,

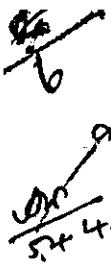
Madras, 2nd April, 1943.

My dear Sivasankar,

Please refer to my letter No. 972-D/43 dated 2nd April 1943 in connection with the need for renaming the Kollegal Silk Filatures Ltd. I have not suggested in that letter any abbreviated telegraphic address. It will be fitting if the name of the Second Adviser to the Governor is associated in some manner with the factory. I suggest that with his permission "HOOD" be selected for this purpose.

Yours sincerely,

T. Sivasankar Esq., I.C.S.,
Additional Secretary to Government,
Development Department,
Madras.



7

Dev Dept
D II

Depts Expts
7/4/43

Letter No 6659 D/43 dt 7.4.43

To The Secretary to the Govt of India
Dept of Supply, New Delhi

Sir Sub: Kollegal Silk Filatures Ltd -
Contract for supply of Silk

I am directed to say that the Govt of Madras have requisitioned the movable and immovable properties of the Kollegal Silk Filatures Ltd under rule 75-A of the D.O.I rules and have also issued notice to the Company that they propose to acquire the properties so requisitioned. The amount of compensation payable to the Company for the properties acquired is under examination. Meanwhile Mr Peychaud has been put in charge of the administrative control of the factory and asked to carry on the production of silk without interruption by employing the necessary staff. As reported previously, the Govt of Madras have adopted this step with a view to speeding up production of the quantities of silk for the supply of which the Kollegal Silk Filatures Ltd had entered into an agreement with the Dept of Supply. It

8

is proposed that the Govt of Madras should provide the working capital required for running the factory and arrange with the Dept of Supply to transfer to the Govt the unexecuted portion of the existing Contract with the Company for the supply of Silk. In effect, the two factories at Kollegal will be run under Govt control which, it is hoped, will enable the maximum production of Silk ~~to be secured in the matter of supply of Silk~~ for war purposes from this province. I am to request that the Govt of Madras may be furnished with full details of the Contract with the Company and that formal orders be placed with the Govt of Madras in regard to supply of Silk in the future, both in respect of the subsisting Contract and subsequent orders. All correspondence relating to the Contracts for the supply of Silk by the Company may hereafter be addressed to the Addl Secy to Govt, Dev Dept, Secretariat, Madras, copy being sent also to the Director of Industries, Kollegal pending final arrangements for the management are settled.

Yours faithfully,
Sd/- A.J.S.
6/4/43.

Sd/- 6/4/43

Copy to Director

Dy No 4443

Dev dept
DI

~~Memo No. 6659 D/43-2 dated 4-4-43 Dinesh~~

16/4/4

Sub: Industries - Sericulture - "Kollyal Silk Filatures ... acquired by Govt - Renamed - and Registration of Telegraphic address "Hood" - Sanctioned

H.I. 6659 D/43 22L

Ref: From the D.I.C. No 972 D/43 dt 2-4-43
Order No Ms. 569 dated 16-4-43

The Govt direct that the Silk Filatures factory at Kollyal (which is run) with the moveable and immovable properties acquired in their proceedings No. 448 Dev/(cont'd) dt 30-3-43 be known hereafter as 'The Kollyal Silk Filatures'

2. Sanction is accorded to the registration of 'Hood' as the abbreviated Telegraphic address of the 'Kollyal Silk Filatures'. The

D.I.C is permitted to debit the expenditure on this account to "43-a-Industries — Industries- P. Kollegal Silk Filatures".

Ths 8.6.43 Ldn 8.7.43

9/4/43 G. 10/4/43

To The D.I.C. Madras
The A.G. thro' Secy.
All Heads of depts including Collector, Pros.
The Controller of Supplies, Madras
The Secy. to the G. of I, Dept of Supply, New Delhi
Copy to P.W. Dept.
" S.T.

x To be noted in the ... para 3 of G.O. 31 ... dt 12 ... (R

(P 30 cf ... G.O.)

Dtd 6 Dtd and ... Cl. B pl: dt 6 ... please despatch ... Mov.

15/7

NOTES

Subj: Industries - Sericulture - Kollegal Silk Khanas etc
— Change in name - Proposal.

C No 6659 D/43. Ref: From the DIEC No 972 D/43 dt 2.4.43
From the DIEC Endo No 972 D/43 dt 2.4.43

To Addl Secretary.

Please see the letter at p 1 cf and
Endo: dated the D.O. at p 3 cf from the DIEC.

pp 29-3 cf (R) M on p 1 cf: The requisition and
pp 9-15 cf (S) acquisition proceedings taken under the D.O.L rules
Endo 3,345 in respect of the Kollegal Silk Khanas etc relate to
cf p 2 n (R) the Specific movable and immovable properties only
and the Company has not been taken over as a
going Concern. The acquisition proceedings will be
X on p 17 n (R) Proposals in Complete only with the payment of the Compensation
regd the market to the Company of the value of the items acquired.
value of the A report from the DIEC is awaited in this matter.
items acquired
by the Govt
pp 1-10 cf (S)

As far as the transactions of the
existing Company are concerned, it does not appear
M on p 14 cf (R) that there are any subsisting Contracts with third
parties other than the one with the Dept of Supply for
supply of Silk for war purposes. The Dept of Supply
will have to be informed of the fact of the
acquisition of the Company and of the need to
M on p 1 n (F) transfer the remaining unexecuted portion of
the contract to the Govt of Madras for Compliance
The settlement of accounts between the Dept of
Supply and the existing Co. may be left to be
for supplies made till then
Letter (S) done by themselves. The Govt are not there

V

interested in any other correspondence addressed to the Kollegal Silk Filatures Ltd subject to orders, a draft letter to the Dept of Supply is submitted.

The factory under construction is also in a sense the 'Madras Govt Silk Filatures' as it is to be worked by this Govt and is now known and styled in the accounts as the Govt Silk Filature factory at Kollegal. The adoption of the name suggested by the D.I.S.S. will therefore lead to confusion between the two factories. It is submitted that once the compensation for acquisition is paid, the Govt would have taken over the concern, de facto, lock, stock and barrel and the Board of Directors will naturally apply for voluntary liquidation of the Company under the provisions of the Companies Act. It would seem to be better to call this concern run by the Govt as 'The Kollegal Silk Filatures' without the word 'Ltd', as it would then have ceased to be a body corporate body. For orders.

As regards a telegraphic address for the factory, 'Silfil' which was considered for the other factory may be adopted. It would however seem to be better to wait a little longer till the acquisition proceedings are completed before the change in nomenclature is thought of. For orders

D.I.S.S.'s suggestion at X on p 3 c:

The acquisition proceedings have

been taken under summary powers under the D.O.I rule without the consent of the Shareholders or Board of Directors of the company. It is also proposed to run the concern under the Govt control. Ordinarily the names of prominent persons are associated with public undertakings which are sponsored by non official Bodies. In the circumstances, it is for consideration whether the suggestion will be accepted. (The prior consent of the Adviser will also be necessary, if it is proposed to accept Director's suggestion). For orders.

6.4.43 1) It seems advisable to change the nomenclature straightaway

2) As the name proposed by D.I.& C — Madras Govt. Silk Filatures — is likely to be confused with the name of the factory under construction — Govt. silk filatures factory —, it is better to have a distinctly different name for the factory taken over. The name "Kollegal Silk filatures" is quite suitable

3) The telegraphic address suggested now — Hosad — may be adopted, if A2 grants permission

4) letter to Supdl. Dept may issue

6/4/43 Ad.S.

The draft letter to India may issue.

For orders on (2) & (3) above

6/4/43

7.4.43

7/4/43

[Amended as D.No. 6659-D/43 of 7-4-43]

The letter to India has issued. With reference to (2) and (3) above, a draft order is submitted for

approval. It may issue after acceptance by P.W.D and F.

9/4/43 10/4/43

P.W.D.

Fin

Pwd

Dev VO 665/42

10.4.43

May be accepted and passed on to Fin

10/4/43

Finance (Audit)

The draft order may be accepted.

13.4.43

Dev dept

The draft order may now issue. Separate action will be taken in respect of A mp b cf. on receipt of Govt. of India sanction

13.4.43 13/4/43 14

14/4/43

Encl as Go. 569 Dev. 14.4.43

ASST. SECRETARY TO GOVT. PUBLIC WORKS DEPT. 10 APR 1943 2323

P.W.D.(R&O) 2323

10.4.43

UNDER SECRETARY DEVELOPMENT DEPARTMENT 13 APR 1943

PUBLIC DEPARTMENT 13 APR 1943

15.4.43

ADDITIONAL UNDER SECRETARY TO GOVT. DEVELOPMENT DEPARTMENT 13 APR 1943